

CLASSIFIED MESSAGE

8 **SECRET**

ROUTING	
1	E
2	E
3	E

TO : DIRECTOR
 FROM : BONN
 ACTION : C/EE 3

INFO : DCI, D/DCI, DDP, ADDP, C/CI, C/FI 2, RF 2

DECLASSIFIED AND RELEASED BY
 CENTRAL INTELLIGENCE AGENCY
 SOURCES METHODS EXEMPTION 382E
 NAZI WAR CRIMES DISCLOSURE ACT
 DATE 7/05

S E C R E T 191120Z

19 AUG 63 IN 02040

DIR INFO FRAN MUNI CITE BONN 5026 (ACTING)

RYBAT UPHILL

REF: BONN 4360* (78476)

1. AMB WAS CALLED BY UTHRUST'S OFFICE MORNING AUGUST 17 AND ADVISED THAT UTHRUST WISHED TO DISCUSS REF SUBJECT. AMB AGREED AND SAID THAT HE WOULD BRING C → ALONG. IN ACCORDANCE WITH INSTRUCTIONS, HE HAD NOT REFERRED TO SUBJECT IN MEANTIME.

2. MEETING TOOK PLACE AT 1300. AMB BEGAN BY STATING HE HAD NOT FORGOTTEN THEIR EARLIER CONVERSATION. HE HAD WISHED TO CHECK BACK WITH APPROPRIATE OFFICIALS AND AGENCIES IN WASHINGTON FOR LATEST EVALUATION OF UTILITY AND HIS ORGANIZATION. AMB HAD JUST RETURNED FROM WASHINGTON WHERE HE HAD PARTICIPATED IN DISCUSSIONS THIS SUBJECT. AMB THEN REVIEWED WITH UTHRUST THE SECURITY PROBLEMS FACING ALL WESTERN INTELLIGENCE AGENCIES, INCLUDING OUR OWN, CITED CERTAIN WELL PUBLICIZED CASES AND SAID THAT AMERICANS, WHILE FULLY AWARE OF SERIOUSNESS FELFE CASE, WERE SATISFIED UTILITY WAS A COMPETENT AND PROFESSIONAL UPHILL CHIEF. WITH REGARD TO FELFE CASE, AMB SAID HE UNDERSTOOD CORRECTIVE MEASURES HAD BEEN INTRODUCED SOME TIME AGO. LCFLUTTER WAS NOT SPECIFICALLY MENTIONED.

GROUP 1

EXCLUDED FROM AUTOMATIC DOWN-
GRADING AND DECLASSIFICATION.

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3. UPTHRUST ANSWERED THAT HE HAD NEVER DOUBTED UTILITY'S INTEGRITY BUT ENTERTAINED CERTAIN DOUBTS ABOUT HIS INTELLIGENCE, WHICH SEEMED BORNE OUT BY FELFE CASE. HE SAID HE WAS FULLY AWARE THAT AT OUTSET MOST GERMAN AGENCIES HAD BEEN FORCED BY CIRCUMSTANCES TO CALL UPON FORMER NAZIS TO GET STARTED, AND THAT THIS HAD BEEN DONE WITH HIS APPROVAL. IT HAD BEEN HIS POLICY, HOWEVER, AND HIS EXPECTATION THAT SUCH INDIVIDUALS WOULD BE DISPENSED WITH AS SOON AS THEY COULD BE REPLACED. IN THE FELFE CASE A POLITICALLY DUBIOUS CHARACTER HAD BEEN KEPT ON FOR TEN YEARS AND BEEN GIVEN INSIGHT INTO MATTERS OUTSIDE HIS PROPER COMPETENCE. HENCE

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5. UPTHRUST DOUBTS AS TO UTILITY'S SUITABILITY AS CHIEF OF UPHILL.

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5. 4. AMB PASSED THE BALL TO L. WHO STATED, FIRST, THAT HE REGARDED THIS AS PRIMARILY A GERMAN PROBLEM AND, SECOND, THAT THE ORGANIZATION'S HISTORY HAD A BEARING UPON IT. HE REVIEWED THE EARLY HISTORY OF UPHILL, EMPHASIZING ITS MILITARY NUCLEUS AND LEADING ON TO THE SEVERE PERSONNEL LOSSES SUSTAINED BY UTILITY WHEN HE SURRENDERED SOME HUNDRED ODD OF HIS SENIOR STAFF TO THE BUNDESWEHR IN 1955 AND 1956, RENDERING HIM MORE THAN EVER DEPENDENT UPON SENIOR PROFESSIONAL CIVILIAN PERSONNEL. 3
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5. AMB ALSO REVIEWED EXTRAORDINARY SECURITY PROBLEMS OF FEDERAL REPUBLIC AND NOTED PREVIOUS PENETRATIONS IN BUNDESTAG, MINISTRY OF DEFENSE, ARMED SERVICES, MINISTRY OF INTERIOR, MINISTRY OF POSTS AND TELEGRAPH, ETC.

5. UPTHRUST THEN SAID HE WAS NOT SO MUCH CONCERNED WITH UTILITY HIMSELF AS WITH THE ORGANIZATION AS SUCH. L. RESPONDED ACCORDING TO HQRS INSTRUCTIONS, UNDERLINING UPHILL'S ACCOMPLISHMENTS IN ORDER-OF-BATTLE COLLECTION AND IN TECHNICAL FIELDS. THIS UPTHRUST

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SEEMED READY TO ACCEPT. AMB THEN SAID HE HOPED THAT, WITHOUT ATTEMPTING TO INFLUENCE DECISIONS; WE HAD SATISFIED UPTHURST'S INQUIRIES AS FRIEND TO FRIEND. UPTHURST EXPRESSED HIS THANKS.

6. INCIDENTAL NOTE: WHEN C ↗ DESCRIBED UTILITY'S PERFORMANCE IN FORESEEING POST-WAR DEVELOPMENTS, HOLDING TOGETHER NUCLEUS OF FREMDHEERE OST AND TURNING IT OVER TO AMERICANS IN 1945, PLUS DETAILS OF UTILITY'S INSISTENCE OF AUTONOMOUS GERMAN ORGANIZATION AND OUR TRUSTEE RELATIONSHIP, UPTHURST STATED THAT THIS WAS ALL NEWS TO HIM. HE THEN SAID: "THEN IT'S YOUR CHILD".

C ↗ REPLIED, "NO, HE SOUGHT US OUT". TO WHICH UPTHURST QUIPPED, "WELL, THEN IT'S YOUR ADOPTED CHILD".

7. THIS MESSAGE COORDINATED WITH AMB AND MAY BE DISCUSSED WITH ODACID. HE SENDING NOTHING THRU HIS CHANNELS. PRESENT AT MEETING WERE OSTERHELD, WHO DID NOT PARTICIPATE, AND WEBER, WHO INTERPRETED. CAUSA NOT PRESENT.

8. C ↗ COMMENT: IN VIEW UPTHURST'S REFERENCE TO AMERICAN CHILD, WHETHER NATURAL OR ADOPTED, IT SEEMS UNLIKELY THAT HE WILL FORCE UTILITY'S RESIGNATION IN FACE OF AMERICAN ENDORSEMENT. THERE CAN BE NO DOUBT, HOWEVER, THAT UTILITY'S STOCK IS LOW.

B E R E T

C/S Comment: Ambassador wanted to know KUBARK(8) current evaluation of UTILITY(4) in view of UPTHURST(3) comments on the Felsa base.

REF ID: